

**CITY OF COALGATE
COAL COUNTY, OKLAHOMA**

**AUDITOR'S REPORT
AND
FINANCIAL STATEMENTS**

**FISCAL YEAR ENDED
JUNE 30, 2013**

WILLIAM K. GAUER
CERTIFIED PUBLIC ACCOUNTANT
WATONGA, OKLAHOMA

**CITY OF COALGATE
COAL COUNTY, OKLAHOMA
CITY COUNCIL AND OFFICERS**

July 2012 – May 2013

Muriel Parker
Joe Ward
Michael Elkins
Jahree Standridge
Russ Waller

Mayor
Councilmember
Councilmember
Councilmember
Councilmember

May 2013 – June 2013

Muriel Parker
Joe Ward
Michael Elkins
Johna Cunningham
Luther Wood

Mayor
Councilmember
Councilmember
Councilmember
Councilmember

Roger Cosper
Sherlyn Walker
Trae Gray

City Manager
City Clerk
City Attorney

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City officials	
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WILLIAM K. GAUER

CERTIFIED PUBLIC ACCOUNTANT

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INDEPENDENT AUDITOR'S REPORT

To the City Council
Coalgate, Oklahoma

We have audited the accompanying financial statements of City of Coalgate, State of Oklahoma, as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note A; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to error or fraud.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.

Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position—modified cash basis of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Coalgate, State of Oklahoma, as of June 30, 2013, and the respective changes in financial position—modified cash basis, thereof for the year then ended in accordance with the basis of accounting as described in Note A.

Basis of Accounting

We draw attention to Note A of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

Disclaimer of Opinion on Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Coalgate, State of Oklahoma's basic financial statements. The management's discussion (omitted) and analysis and budgetary comparison information on pages 32, which are the responsibility of management, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.



William K. Gauder
Watonga, Oklahoma
December 30, 2013

CITY OF COALGATE, OKLAHOMA
Statement of Net Position - Modified Cash Basis
June 30, 2013

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Unrestricted			
Cash and Cash Equivalents (Note 2)	\$ 902,153	\$ 354,008	\$ 1,256,161
Accounts Receivable, net (Note 3)	-	-	-
Due From Other Funds	-	-	-
Investments (Note 2)	54,424	1,844	56,268
Inventory	-	10,001	10,001
Prepaid Interest - Bonds	-	-	-
Bond Issuance Costs, net	-	123,400	123,400
Total Current Assets	956,577	489,253	1,445,830
Restricted Cash and Investments			
Note Receivable	-	541,427	541,427
Capital Assets (Note 4)	-	1,000	1,000
Total Non-Current Assets	8,135,187	5,205,937	13,341,124
	8,135,187	5,748,364	13,883,550
Total Assets	9,091,764	6,237,616	15,329,380
LIABILITIES			
Accounts Payable	-	-	-
Notes Payable-Current (Note 5)	-	35,000	35,000
Accrued Expenses	-	1,600	1,600
Customer Deposits	-	40,855	40,855
Total Current Liabilities	-	77,455	77,455
Long-term Liabilities (Note 5)			
Notes Payable-Non-Current	-	2,265,000	2,265,000
Total Liabilities	-	2,342,455	2,342,455
NET POSITION			
Invested in capital assets, net of related debt	8,135,187	2,905,937	11,041,124
Restricted	-	665,827	665,827
Unrestricted	956,577	323,398	1,279,975
Total Net Position	<u>\$ 9,091,764</u>	<u>\$ 3,895,161</u>	<u>\$ 12,986,925</u>

See accompanying notes to the basic financial statements

CITY OF COALGATE, OKLAHOMA
Statement of Activities - Modified Cash Basis
For the Fiscal Year Ended June 30, 2013

Functional Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Assets		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Primary Government:							
Governmental Activities:							
General Government	\$ 483,011	\$ 13,600	\$ -	\$ -	\$ (469,411)	\$ -	\$ (469,411)
Public Safety							
Police	238,658	51,725	-	30,000	(156,934)	-	(156,934)
Fire and EMS	663,547	274,377	4,064	-	(385,106)	-	(385,106)
Streets	235,378	-	-	-	(235,378)	-	(235,378)
Swimming Pool	42,560	19,181	-	-	(23,378)	-	(23,378)
Parks and Recreation	137,353	-	-	-	(137,353)	-	(137,353)
Cemetery	12,270	-	-	-	(12,270)	-	(12,270)
Housing Project	-	-	-	-	-	-	-
Interest	1,313	-	-	-	(1,313)	-	(1,313)
Depreciation, net direct	435,401	-	-	-	(435,401)	-	(435,401)
Total governmental activities	<u>2,249,489</u>	<u>358,883</u>	<u>4,064</u>	<u>30,000</u>	<u>(1,856,543)</u>	<u>-</u>	<u>(1,856,543)</u>
Business-Type Activities:							
Sanitation	184,656	203,032	-	-	\$ -	18,376	18,376
Sewer	33,263	59,486	-	-	-	26,223	26,223
Water	415,692	562,753	-	132,750	-	279,811	279,811
Interest Expense, net direct	113,128	-	-	-	-	(113,128)	(113,128)
Depreciation, net direct	191,040	-	-	-	-	(191,040)	(191,040)
Industrial Authority	36,011	35,925	-	-	-	(86)	(86)
Total business-type activities	<u>973,789</u>	<u>861,196</u>	<u>-</u>	<u>132,750</u>	<u>-</u>	<u>20,157</u>	<u>20,157</u>
Total Primary Government	<u>3,223,278</u>	<u>1,220,078</u>	<u>4,064</u>	<u>162,750</u>	<u>(1,856,543)</u>	<u>20,157</u>	<u>(1,836,386)</u>
General Revenues:							
Taxes					1,388,843	-	1,388,843
Oil and Gas Lease					4,642	-	4,642
Investment					751	1,109	1,860
Miscellaneous					57,241	0	57,241
Transfers-Internal Activity					492,750	(492,750)	-
Total general revenues and transfers					<u>1,944,227</u>	<u>(491,641)</u>	<u>1,452,587</u>
Changes in Net Position					87,685	(471,484)	(383,799)
Net Position - Beginning					<u>9,004,079</u>	<u>4,366,645</u>	<u>13,370,724</u>
Net Position - Ending					<u>\$ 9,091,764</u>	<u>\$ 3,895,161</u>	<u>\$ 12,986,925</u>

See accompanying notes to the basic financial statements.

CITY OF COALGATE, OKLAHOMA
STATEMENT OF FUND BALANCES-Cash Basis
GOVERNMENTAL FUNDS
JUNE 30, 2013

	General Fund	Housing Authority	Construction Fund	Non-Major Funds	Total
ASSETS					
Current Assets:					
Cash and cash equivalents	\$ 388,057	\$ 50	\$ 50	\$ 513,997	\$ 902,153
Accounts Receivable, net	-	-	-	-	-
Due from Other Funds	-	-	-	-	-
Investments	50,000	-	-	4,424	54,424
Inventory	-	-	-	-	-
Total Current Assets	<u>438,057</u>	<u>50</u>	<u>50</u>	<u>518,421</u>	<u>956,577</u>
Non-current Assets:					
Capital Assets					
Capital assets, net of accumulated depreciation	-	-	-	-	-
Total Non-Current Assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets	<u>438,057</u>	<u>50</u>	<u>50</u>	<u>518,421</u>	<u>956,577</u>
LIABILITIES					
Accounts payable	-	-	-	-	-
Accrued expenses	-	-	-	-	-
Long-term debt					
Due within one year	-	-	-	-	-
Due in more than one year	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE					
Nonspendable:					
Invested in Capital Assets, net of debt	-	-	-	-	-
Restricted:					
Housing Authority	-	50	-	-	50
Construction Fund	-	-	50	-	50
Sinking Fund	-	-	-	5,110	5,110
Capital Improvement	-	-	-	294,549	294,549
Committed:					
Lodging	-	-	-	49,239	49,239
Assigned:					
Cemetery	-	-	-	42,749	42,749
Parks and recreations	-	-	-	122,225	122,225
Street and Alley	-	-	-	4,547	4,547
Unassigned:					
General Fund	438,057	-	-	-	438,057
Total Net Assets	<u>438,057</u>	<u>50</u>	<u>50</u>	<u>518,421</u>	<u>956,577</u>

Reconciliation to Statement of Net Assets:

Amount reported for governmentall activities in the statement of net assets

Capital assets	8,135,187
	-
	<u>\$ 9,091,764</u>

See accompanying notes to the basic financial statements.

CITY OF COALGATE, OKLAHOMA
STATEMENT OF NET ASSETS-Modified Cash Basis
PROPRIETARY FUNDS
JUNE 30, 2013

	Public Works Authority	Line Improvement Fund	Industrial Park Authority	Total
ASSETS				
Current Assets:				
Cash and cash equivalents	\$ 174,555	\$ 66,871	\$ 112,582	\$ 354,008
Accounts Receivable, net	-	-	-	-
Investments	1,844	-	-	1,844
Inventory	10,001	-	-	10,001
Prepaid Interest - Bonds	-	-	-	-
Bond Issuance Costs, net	123,400	-	-	123,400
Total Current Assets	<u>309,800</u>	<u>66,871</u>	<u>112,582</u>	<u>489,253</u>
Noncurrent Assets:				
Restricted cash and cash equivalents	49,599	18,589	-	68,188
Restricted Investments	473,239	-	-	473,239
Note Receivable, net	-	-	1,000	1,000
Capital Assets, net of accumulated depreciation	4,478,663	-	727,274	5,205,937
Total noncurrent assets	<u>5,001,501</u>	<u>18,589</u>	<u>728,274</u>	<u>5,748,364</u>
Total Assets	<u>5,311,300</u>	<u>85,459</u>	<u>840,857</u>	<u>6,237,616</u>
LIABILITIES				
Current Liabilities:				
Accounts payable	-	-	-	-
Notes payable-current portion	35,000	-	-	35,000
Accrued expenses	-	1,600	-	1,600
Customer Deposits	40,855	-	-	40,855
Total current liabilities	<u>75,855</u>	<u>1,600</u>	<u>-</u>	<u>77,455</u>
Noncurrent Liabilities:				
2007 Revenue Bond	2,265,000	-	-	2,265,000
Total noncurrent liabilities	<u>2,265,000</u>	<u>-</u>	<u>-</u>	<u>2,265,000</u>
Total Liabilities	<u>2,340,855</u>	<u>1,600</u>	<u>-</u>	<u>2,342,455</u>
NET ASSETS				
Invested in Capital Assets, net of debt	2,178,663	-	727,274	2,905,937
Restricted	646,238	18,589	1,000	665,827
Unrestricted	145,545	65,271	112,582	323,398
Total Net Assets	<u>\$ 2,970,445</u>	<u>\$ 83,859</u>	<u>\$ 840,857</u>	<u>\$ 3,895,161</u>

See accompanying notes to the basic financial statements.

CITY OF COALGATE, OKLAHOMA
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE-Cash Basis
GOVERNMENTAL FUNDS
JUNE 30, 2013

	General Fund	Housing Authority	Construction Fund	Non-Major Funds	Total
Revenues:					
Taxes	\$ 1,221,794	\$ -	\$ -	\$ 167,050	\$ 1,388,843
Permits, Fees and License	13,600	-	-	-	13,600
Fines and forfeitures	51,725	-	-	-	51,725
Charges for Services	259,482	-	-	14,894	274,377
Swimming Pool	19,181	-	-	-	19,181
Grants/Donations	211,784	-	-	-	211,784
Royalties	4,642	-	-	-	4,642
Interest	417	-	-	334	751
Miscellaneous	89,494	-	-	23,191	112,685
Total Revenues	<u>1,872,119</u>	<u>-</u>	<u>-</u>	<u>205,469</u>	<u>2,077,587</u>
Expenditures:					
Administration	77,455	-	-	-	77,455
General Government	398,846	-	-	6,710	405,556
Police Department	238,658	-	-	-	238,658
Fire Department	663,547	-	-	-	663,547
Emergency Management Department	-	-	-	-	-
Street Department	216,409	-	-	18,968	235,378
Parks and Recreation	2,378	-	-	6,876	9,254
Swimming Pool	42,560	-	-	-	42,560
Cemetery	-	-	-	12,270	12,270
Capital Expenditures	-	-	-	789,722	789,722
Debt Payments	-	-	-	30,000	30,000
Interest	-	-	-	1,313	1,313
Grant Expenditures	128,098	-	-	-	128,098
Reserves	80,413	-	-	-	128,098
Total Expenditures	<u>1,848,364</u>	<u>-</u>	<u>-</u>	<u>865,859</u>	<u>2,761,909</u>
Excess (deficiency) of revenues over expenditures	23,755	-	-	(660,391)	(684,321)
Other Financing Sources					
Transfers In	-	-	-	12,000	12,000
Transfers Out	(12,000)	-	-	-	(12,000)
Total Other Financing Sources	<u>(12,000)</u>	<u>-</u>	<u>-</u>	<u>12,000</u>	<u>-</u>
Net Changes in Fund Balance	11,755	-	-	(648,391)	(684,321)
Fund Balance - Beginning	446,302	50	50	1,166,811	1,613,213
Fund Balance - Ending	<u>\$ 458,057</u>	<u>\$ 50</u>	<u>\$ 50</u>	<u>\$ 518,421</u>	<u>\$ 928,892</u>
Reconciliation to the Statement of Activities:					
Net change in fund balances					(684,321)
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:					
Capital assets capitalized					902,851
Depreciation					(435,401)
Change in net assets of governmental activities					<u>\$ (216,871)</u>

See Accompanying notes to the basic financial statements.

CITY OF COALGATE, OKLAHOMA
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN NET ASSETS-Modified Cash Basis
PROPRIETARY FUNDS
JUNE 30, 2013

	Public Works Authority	Line Improvement Fund	Industrial Park Authority	Total
Revenues:				
Charges for services:				
Water	\$ 531,995	\$ 30,758	\$ -	\$ 562,753
Sewer	59,486	-	-	59,486
Sanitation	203,032	-	-	203,032
Miscellaneous	-	-	-	-
Industrial Park Authority	-	-	35,925	35,925
Total Revenues	794,513	30,758	35,925	861,196
Expenses:				
Line Improvements	-	-	-	-
Industrial Authority Expenses	-	-	24,754	24,754
Water Plant	415,692	-	-	415,692
Sewer Plant	33,263	-	-	33,263
Sanitation	184,656	-	-	184,656
Depreciation	191,040	-	11,257	202,297
Total Expenses	824,651	-	36,011	860,662
Operating Income (Loss)	(30,138)	30,758	(86)	534
Non-operating revenues (expenses):				
Investment income	894	90	125	1,109
Interest Expense, 2007 Bond	(108,873)	-	-	(108,873)
Amortization of 2007 Bond Issuance	(4,255)	-	-	(4,255)
Grant Receipts	-	-	-	-
Other-Transfers In	123,670	5,800	-	129,470
Other-Transfers Out	(365,800)	(123,670)	-	(489,470)
Total Non-operating Revenues (Expenses)	(354,363)	(117,780)	125	(472,018)
Changes in Net Assets	(384,501)	(87,022)	39	(471,484)
Net Assets - Beginning	3,354,946	170,881	840,817	4,366,645
Net Assets - Ending	<u>\$ 2,970,445</u>	<u>\$ 83,859</u>	<u>\$ 840,856</u>	<u>\$ 3,895,161</u>

See Accompanying notes to the basic financial statements.

CITY OF COALGATE, OKLAHOMA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

	Public Works Authority	Line Improvement Fund	Industrial Park Authority	Total
Cash Flows from Operating Activities				
Receipts from customers	\$ 885,364	\$ 30,758	\$ 35,925	\$ 952,047
Other income	-	-	-	-
Payments to Suppliers	(481,148)	-	(24,754)	(505,902)
Payments to Employees	(160,852)	-	-	(160,852)
Net Cash Provided (Used) by Operating Activities	243,364	30,758	11,171	285,292
Cash Flows from Capital and Related Financing Activities				
Receipts from Capital Grants	-	-	-	-
Proceeds from Bonds	-	-	-	-
Proceeds from Sale of Land	-	-	-	-
Principal Paid on Debt	(35,000)	-	-	(35,000)
Interest Paid on Debt	(108,873)	-	-	(108,873)
Bond Issuance Costs	-	-	-	-
Prepaid Bond Interest	-	-	-	-
Purchases of Capital Assets	(248,776)	-	-	(248,776)
Net Cash Provided (Used) by Capital and Related Financing Activities	(392,649)	-	-	(392,649)
Cash Flows from Investing Activities				
Redemption of CDs	-	-	-	-
Investment Receipts	894	90	125	1,109
Transfers	(242,130)	(117,870)	-	(360,000)
Cash Flows provided (Used) by Investing Activities	(241,236)	(117,780)	125	(358,891)
Net Increase (Decrease) In Cash	(390,521)	(87,022)	11,296	(466,247)
Cash, Beginning of Fiscal Year	206,920	172,481	101,287	480,687
Cash, End of Fiscal Year	<u>\$ (183,601)</u>	<u>\$ 85,459</u>	<u>\$ 112,583</u>	<u>\$ 14,440</u>
Reconciliation of Net Income to Net Cash Provided (Used) by Operating Activities:				
Operating Loss	\$ (30,138)	\$ 30,758	\$ (86)	\$ 534
Adjustments to reconcile Net Income to Net Cash				
Depreciation	191,040	-	11,257	202,297
(Increase) Decrease in Accounts Receivable	90,851	-	-	90,851
Increase (Decrease) in Accounts Payable	-	-	-	-
Increase (Decrease) in Accrued Expenses	(8,390)	-	-	(8,390)
Net Cash Provided (Used) by Operating Activities	<u>\$ 243,364</u>	<u>\$ 30,758</u>	<u>\$ 11,171</u>	<u>\$ 285,292</u>

See Accompanying notes to the basic financial statements.

CITY OF COALGATE, OKLAHOMA
STATEMENT OF FUND BALANCES-Cash Basis
FIDUCIARY FUNDS
JUNE 30, 2013

	<u>Police Fund</u>	<u>Rura Fire Fund</u>
ASSETS		
Current Assets:		
Cash and cash equivalents	\$ 6,373	\$ 17,902
Total Current Assets	<u>6,373</u>	<u>17,902</u>
Non-current Assets:		
Capital Assets		
Capital assets, net of accumulated depreciation	<u>-</u>	<u>-</u>
Total Non-Current Assets	<u>6,373</u>	<u>17,902</u>
Total Assets		
LIABILITIES		
Accounts payable	-	-
Accrued expenses	-	-
Total Liabilities	<u>-</u>	<u>-</u>
FUND BALANCE		
Nonspendable:		
Invested in Capital Assets, net of debt	-	-
Restricted:		
Rural Fire	-	17,902
Committed:	-	-
Assigned:	-	-
Unassigned	6,373	-
Total Fund Balance	<u>6,373</u>	<u>17,902</u>

CITY OF COALGATE, OKLAHOMA
STATEMENT OF FUND BALANCES-Cash Basis
FIDUCIARY FUNDS
JUNE 30, 2013

	Police	Rural Fire
Revenues:		
Taxes	\$ -	\$ -
Permits, Fees and License	-	-
Fines and forfeitures	58,176	-
Charges for Services	-	4,020
Swimming Pool	-	-
Grants/Donations	-	4,484
Royalties	-	-
Interest	-	-
Miscellaneous	-	9,114
Total Revenues	58,176	17,618
Expenditures:		
Administration	-	-
General Government	-	-
Police Department	6,975	-
Fire Department	-	11,680
Emergency Management Department	-	-
Street Department	-	-
Parks and Recreation	-	-
Swimming Pool	-	-
Cemetery	-	-
Capital Expenditures	-	-
Debt Payments	-	-
Interest	-	-
Grant Expenditures	-	-
Reserves	-	-
Total Expenditures	6,975	11,680
Excess (deficiency) of revenues over expenditures	51,201	5,938
Other Financing Sources		
Transfers In	(51,087)	-
Transfers Out	(51,087)	-
Total Other Financing Sources		
Net Changes in Fund Balance	114	5,938
Fund Balance - Beginning	6,259	11,964
Fund Balance - Ending	<u>6,373</u>	<u>17,902</u>

Notes to Financial Statements
City of Coalgate
June 30, 2013

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The City of Coalgate, Oklahoma operates under a council-manager form of government with an elected five-member Council. In defining the reporting entity for financial reporting purposes, management has considered potential component units by applying criteria set forth in Statement 14 of the Governmental Accounting Standards Board, "The Financial Reporting Entity," as amended by Statement 39 of the Governmental Accounting Standards Board, "Determining Whether Certain Organizations are Component Units."

Blended Component Unit—Coalgate Public Works Authority

The Coalgate Public Works Authority (PWA) was established by the Council as a Public Trust. The purpose of the Trust is to finance, develop, and operate the water, wastewater, and sanitation services or activities of the City of Coalgate.

Blended Component Unit—Industrial Park (Development) Authority

The Industrial Development Authority was developed to finance, develop and operate a city owned property to attract or retain existing business industry.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the non-fiduciary activities of the City of Antlers (the primary government) and its component unit. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from its legally separate component unit.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, internal service fund and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting and Basis of Presentation

The government-wide financial statements are reported typically reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recognized when earned and expenses are recognized when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. The City of Coalgate has elected to report its financial statements on the modified cash basis.

Governmental fund financial statements are reported using the current financial resources measurement focus and the cash basis of accounting. Revenues are recognized as soon as they are both received. Revenues are considered to be available when they are collectible within the current period and soon enough thereafter to pay liabilities of the current period. The City considers all revenues available if they are collected within by the end of the fiscal year, June 30. Expenditures generally are recorded when paid.

The City reports the following major governmental funds:

The general fund is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. This includes the Ambulance and Emergency Management Services.

The capital improvement fund

The cemetery funds uses its receipts from charges for services for the maintenance and operation of the City's cemetery.

Enterprise funds are used to account for those operations that are financed and operated in a manner similar to private business or where management has decided that the determination of revenues earned, costs incurred and/or net income is necessary for management accountability. The City's enterprise fund consists of the activities of the Public Works Authority and the Industrial Trust Authority.

The City reports the following major enterprise fund:

The Public Works Authority fund accounts for the activities at the various water, wastewater, and sanitation services performed by the City.

The Industrial Trust Authority fund accounts for the receipts and expenditures to promote and retain commercial development.

The City applies all applicable GASB pronouncements as well as the following pronouncements issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements: Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board (APB) Opinions and Accounting Research Bulletins (ARBs). As permitted by GASB No. 20, the City has elected not to follow subsequent private-sector guidance in its business-type activities and enterprise funds.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. General revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Town's enterprise funds and internal service fund are charges for services to customers. Operating expenses for the enterprise funds and the internal service fund include the cost of personnel, contractual services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

D. Assets, Liabilities and Net Assets

1. Deposits and Investments

The City's and its component unit's cash and cash equivalents consist of cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition and readily convertible to cash.

The City has established a formal Investment Policy that governs the investment of all funds other than its permanent funds, private-purpose trust funds, and agency funds. Pursuant to its Investment Policy and applicable Oklahoma law, Investments for the City and its component unit are reported at fair value. Additionally, Investments are restricted or confined to Certificate of Deposits.

2. Receivables and Payables

The City does not record receivables or payables on the face of the basic financial statements. Interfund balances are recorded as due "due to/from other funds."

3. Inventories and prepaid items

The City does not maintain or record amounts on the basic financial statements for inventory or prepaid items.

4. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. All infrastructure, regardless of acquisition date, has been reported.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. No business-type activity interest was capitalized in the current period.

Property, plant, and equipment of the primary government, as well as the component unit, is depreciated using the straight line method over the assets' estimated useful lives ranging from 5 to 50 years.

Assets	Years
Buildings	45-50
Improvements other than buildings	20
Machinery and equipment	5-20
Vehicles	5-15
Intangibles	5-20
Infrastructure	20-50

See Figure No. 1 for detail of Capital Assets.

5. Compensated Absences

Under the terms of personnel policies and union contracts, vacation and sick leave (compensated absences) are granted in varying amounts according to length of service. Certain employees also earn

compensatory time. A liability for vested or accumulated vacation, sick and compensatory leave is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. All accumulated leave is accrued when incurred in the government-wide financial statements. Sick leave is valued based on the vesting method that calculates the amount of sick leave that is expected to become eligible for payout at termination.

6. Long-term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures.

7. Fund Equity

In the fund financial statements, governmental fund balance is presented in five possible categories:

Nonspendable—resources which cannot be spent because they are either a) not in spendable form or, b) legally or contractually required to be maintained intact.

Restricted—resources with constraints placed on the use of resources are either a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

Committed—resources which are subject to limitations the government imposes upon itself at its highest level of decision making, and that remain binding unless removed in the same manner.

Assigned—resources neither restricted nor committed for which a government has a stated intended use as established by the Town Council or a body or official to which the Town Council has delegated the authority to assign amounts for specific purposes.

Unassigned—resources which cannot be properly classified in one of the other four categories. The General Fund is the only fund that reports a positive unassigned fund balance amount. Unassigned balances also include negative balances in the governmental funds reporting resources restricted for specific programs.

8. Use of Estimates

Preparation of the City's financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent items at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

9. New Pronouncements

Beginning with the fiscal year ended June 30, 2007, and continuing with these statements, the City has applied the provisions of Governmental Accounting Standards Board Statement 51. During the fiscal year ended June 30, 2012 the City has not adopted the provisions of Statements No. 45 and 54.

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net assets

The governmental fund balance sheet includes a reconciliation between fund balance—total governmental funds and net assets—governmental activities as reported in the government-wide statement of net assets.

One element of that reconciliation explains that "capital assets used in governmental activities are not financial resources and therefore are not reported in the funds." The details of this \$9,091,764 are as follows:

Capital assets, net	\$	8,135,187
Net adjustment to increase fund balance—total governmental funds to arrive at net assets—governmental activities	\$	9,091,764

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures and changes in fund balances and the government-wide statement of activities

The governmental fund statement of revenues, expenditures and changes in fund balances includes a reconciliation between net changes in fund balances—total governmental funds and changes in net assets of governmental activities as reported in the government-wide statement of activities.

One element of that reconciliation explains that "governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their useful lives and reported as depreciation expense." The details of this (\$216,871) difference is as follows:

Net Change in Fund Balance	\$ (684,321)
Capital outlay	902,851
Capitalized assets	
Depreciation expense	(435,401)
Net adjustment to increase net changes in fund balances—total governmental funds to arrive at changes in net assets of governmental activities	\$ (216,871)

III. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

An annual budget of the General Fund is legally adopted by the City Council through the passage of an appropriation resolve. There is a difference between the budgetary basis (Cash Basis) and generally accepted accounting principles (GAAP). The legal level of budgetary control is that level of expenditure authority that may not be exceeded or reassigned without the approval of the City Council. The City Charter gives the City Manager may at any time transfer any unencumbered appropriation balance, or portion thereof, between general classifications of expenditures within an office, department or agency. Accordingly, the legal level of budgetary control is an office, department or agency. Historically, the appropriated budget for the General Fund is prepared by department or activity.

The accounting system is employed as a budgetary management control device to monitor the individual departments. The Council did not make any amended budgetary appropriations throughout the year.

All appropriations of the general fund lapse at the end of the fiscal year to the extent that they have not been expended or lawfully encumbered. Encumbrance accounting is employed in the governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at year-end are reported as a designation of fund balances and do not constitute expenditures or liabilities. The commitments are re-appropriated and honored during the subsequent year.

The amounts reported as “Final Budgeted Amounts” on the Statement of Revenues, Expenditures and Changes in Fund Balances—Budget and Actual, for the General Fund, include the adopted budget as well as prior-year encumbrances, additional appropriations and transfers.

B. State statute prohibits the use of deficit spending. No council shall operate or approve encumbrances or expenditures that result in a fund deficit for the current or future years.

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Primary government:

As of June 30, 2013, the primary government had the following investments:

Interest rate risk. The City does not currently have a policy regarding interest rate risk.

Credit risk. The City does not have a formal policy regarding credit risk. Oklahoma statutes authorize the City to invest only in certificates of deposits that are either guaranteed or fully collateralized by the financial institution that holds the deposits.

Custodial credit risk—deposits. This is the risk that in the event of a bank failure, the City's deposits may not be returned to it.

B. Receivables

The Cite record receivable that are primarily various taxes that will be received in July of the following fiscal year.

The PWA records the billings at the end of the month and the receivable are primarily the June billings for utility services.

D. Interfund Balances and Transfers

The composition of interfund balances as of June 30, 2013, is as follows. The due to/from balances result from receipts and disbursements being made through the General Fund cash accounts. These balances will be eliminated when cash transfers are made to the appropriate funds. The advances are interfund loans from the general fund.

Transfers:

Receiving Fund	Disbursing Fund	Amount
Capital Improvement Fund	General Fund	\$ 12,000
Line Improvement Fund	Public Works Authority	5,800

Transfer of Capital Assets:

Public Works Authority	LINE Improvement Fund	123,670
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E. Leases

The City has no operating or capital leases as of June 30, 2013 that are presented separately.

F. Long-Term Debt

Business-type long-term debt payable from net revenues generated by the utility resources pledged to the debt includes the following:

Notes Payable:

GOVERNMENTAL ACTIVITIES

General Obligation bonds payable in sinking fund or governmental type debt service fund;

General Obligation Bonds		\$	-0-
\$285,000, 1992 street improvement bonds, due in annual			
Installments through June 30, 2013, interest rate at 7.0%.			

BUSINESS-TYPE ACTIVITIES*Public Works Authority:*

2007 Revenue Bonds, secured by utility revenue		\$	2,300,000
Payable in monthly installments with interest at 4.15% TO 5.0%			

Total Long-Term Debt		\$	2,300,000
Less: Current Portion			(35,000)
Total Notes Payable			<u>\$ 2,265,000</u>

Notes Payable:

Maturities of Long-Term debt are as follows:

	Total	Principle
June 30, 2014	130,450	35,000
June 30, 2015	147,587	40,000
June 30, 2016	145,688	40,000
June 30, 2017	143,788	40,000
June 30, 2018	146,888	45,000
June 30, 2019 to June 30, 2023	723,573	245,000
June 30, 2024 to June 30, 2028	742,417	320,000
June 30, 2029 to June 30, 2033	737,320	400,000
June 30, 2034 to June 30, 2038	706,283	500,000
June 30, 2039 to June 30, 2042	716,435	635,000

G. Short-Term Debt

The City did not issue or retire any short-term debt during the fiscal year and had none outstanding at June 30, 2013. The proprietary funds have a current portion of their long-term debt of \$35,500.

H. Components of Fund Balances

Fund Balances are divided up into three categories; (1) Invested in capital assets, net of debt, (2) Restricted, and (3) Unrestricted.

The proprietary funds contain restricted cash amounts of \$49,599 for customer utility deposits and other for debt service covenants.

V. OTHER INFORMATION**A. Risk Management**

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and other risks for which the City insurance. There have been no significant changes in insurance coverage during the past fiscal year. For the three fiscal years ended June 30, 2013, 2012 and 2011 there have been no settlements in excess of coverage.

The City belongs to the OKLAHOMA MUNICIPAL ASSURANCE GROUP (OMAG) for most of its municipal property and liability exposures.

For worker's compensation, the City and its related authorities participate in OMAG.

B. Contingent Liabilities

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

At time there are various claims and suits brought against the City that arise in the normal course of the City's activities. In the opinion of counsel and Town management, the ultimate disposition of these various claims and suits will have no material effect on the financial position of the City.

C. Deferred Compensation Plan

The City offers no deferred compensation plan to its employees.

D. Defined Benefit Pension Plans

The City of Coalgate on July 1, 1985 began contributing by ordinance a retirement fund and system designated the "Employee Retirement System of Coalgate, Oklahoma" under authority granted by Oklahoma Statutes Title 11 § 48-101. The City participates with other cities in the Oklahoma Municipal Retirement System, which is a cost sharing, multiple-employer public employee retirement system (PERS).

The City has incurred the following expenditure for the last three years as it relates to this matter:

June 30, 2011	\$33,482
June 30, 2012	32,672
June 30, 2013	34,750

Firefighters pension plan

Contributions required and contributions made

The City makes annual contributions to the pension plan equal to the amount required by state statutes. According to Title 11, O.S. 49-122 (C) cities are to contribute \$60.00 yearly to the Oklahoma Firefighters Pension and Retirement System for each active volunteer firefighter.

E. Other Post Employment Benefits

The City has no OPED as of June 30, 2013.

F. Overlapping Debt

The City has no overlapping debt as of June 30, 2013.

G. Quasi-Municipal Debt

The City does not have any debt or obligation that would be defined as Quasi-Municipal Debt, as of June 30, 2013.

H. Joint Venture

The City is not and has not entered into any joint ventures as of June 30, 2013.

I. Commitments

As of June 30, 2013, the City had various contractual commitments. No significant commitments are material to the financial position of the City.

J. Long-Term Receivables

The city has no long-term receivables as of June 30, 2013.

K. Subsequent Events

As of December 30, 2013, the issuance date of this report, no subsequent reports have occurred that effect the City or its financial statements as presented.

CITY OF COALGATE, OKLAHOMA
Schedule of Changes in Capital Assets
Figure 1. Continuation on Notes

	July 1, 2012	Additions	Disposals	June 30, 2013
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 267,992	\$ -	\$ -	267,992
Construction in progress	1,038,985	789,722	1,828,707	0
Total capital assets not being depreciated	1,306,977	789,722	1,828,707	267,992
Other capital assets				
Buildings	1,393,289	2,188,707	-	3,581,996
Machinery and equipment	2,524,062	-	-	2,524,062
Infrastructure	4,533,213	-	-	4,533,213
Total other capital assets at historical costs	8,450,564	2,188,707	-	10,639,271
Less accumulated depreciation for:				
Other capital assets, net	2,336,675	435,401	-	2,772,076
Governmental activities capital assets, net	<u>\$ 7,420,866</u>	<u>\$ 2,543,028</u>	<u>\$ 1,828,707</u>	<u>8,135,187</u>
Business-type activities:				
Capital assets not being depreciated:				
Land	301,601	-	-	301,601
Construction in progress	360,000	-	360,000	-
Total capital assets not being depreciated	661,601	-	360,000	301,601
Other capital assets				
Buildings	531,052	-	-	531,052
Machinery and equipment	254,459	-	-	254,459
Utility Property	3,275,387	434,506	-	3,709,893
Infrastructure	3,420,693	-	-	3,420,693
Total other capital assets at historical costs	7,481,591	434,506	-	7,916,097
Less accumulated depreciation for:				
Other capital assets, net	2,809,464	202,297	-	3,011,761
Governmental activities capital assets, net	<u>\$ 5,333,728</u>	<u>\$ 232,209</u>	<u>\$ 360,000</u>	<u>5,205,937</u>

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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the City Council
City of Coalgate, Oklahoma

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of City of Coalgate, State of Oklahoma, as of and for the year ended June 30, 20X1, and the related notes to the financial statements, which collectively comprise City of Coalgate, State of Oklahoma's (City's) basic financial statements, and have issued our report thereon dated December 30, 2013.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered City's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of City's internal control. Accordingly, we do not express an opinion on the effectiveness of City's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a

combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether City of X, State Y's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



William K. Gauder
Watonga, Oklahoma
December 30, 2013

SUPPLEMENTAL INFORMATION

CITY OF COALGATE, OKLAHOMA
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGETARY COMPARISON - GENERAL FUND - Cash Basis
GOVERNMENTAL FUNDS
FISCAL YEAR ENDED JUNE 30, 2013

	Original	Final	General Fund	Variance Over (Under)
Revenues:				
Taxes:				
Sales Tax	\$ 690,000	\$ 690,000	\$ 626,115	\$ (63,885)
Franchise Tax	75,000	75,000	59,154	(15,846)
Occupation Tax	1,275	1,275	1,388	113
Intergovernmental Taxes:				
Alcoholic Beverage	31,000	31,000	35,137	4,137
EMS:				
Sales Tax	250,000	250,000	250,000	-
Advalorem Tax	250,000	250,000	250,000	-
Collections and Fees	180,100	180,100	259,482	79,382
Permits, Fees and License:				
Permits	1,000	1,000	1,300	300
Lake Patrol Fees	1,200	1,200	1,200	-
PWA Admin Space Fee	6,000	6,000	6,000	-
Building Fee	4,500	4,500	5,100	600
Fines and forfeitures	70,150	70,150	51,725	(18,425)
Charges for Services	-	-	-	-
Swimming Pool	17,700	17,700	19,181	1,481
Grants	202,000	202,000	211,784	9,784
Royalties	10,000	10,000	4,642	(5,358)
Interest	1,400	1,400	417	(983)
Miscellaneous:				
Insurance Reimbursement	45,000	45,000	66,909	21,909
Donations	1,719	1,719	-	(1,719)
Miscellaneous	15,727	15,727	22,585	6,859
Reserve	400,000	400,000	-	(400,000)
Total Revenues	<u>2,253,770</u>	<u>2,253,770</u>	<u>1,872,119</u>	<u>(381,652)</u>
Expenditures:				
Administration	80,000	80,000	77,455	(2,545)
General Government	373,365	373,365	398,846	25,481
Police Department	254,000	254,000	238,658	(15,342)
Fire Department	677,810	677,810	663,547	(14,263)
Emergency Management Department	500	500	-	(500)
Street Department	216,000	216,000	216,409	409
Parks and Recreation	3,050	3,050	2,378	(672)
Swimming Pool	45,000	45,000	42,560	(2,440)
Grant Expenditures	202,000	202,000	128,098	(73,902)
Miscellaneous/Reserves	402,045	402,045	80,413	(321,632)
Total Expenditures	<u>2,253,770</u>	<u>2,253,770</u>	<u>1,848,364</u>	<u>(405,406)</u>
Excess (deficiency) of revenues over expenditures	-	-	23,755	23,755
Other Financing Sources				
Transfers In	-	-	-	-
Transfers Out	-	-	(12,000)	(12,000)
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>(12,000)</u>	<u>(12,000)</u>
Net Changes in Fund Balance	0	0	11,755	11,755
Fund Balance - Beginning	-	-	446,302	(446,302)
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 458,057</u>	<u>\$ (434,548)</u>

See Accompanying notes to the basic financial statements.

CITY OF COALGATE, OKLAHOMA
Coal County, Oklahoma
Schedule of Grant Awards,
Revenues and Expenditures
For Year Ended June 30, 2013

<u>Grant Description</u>	<u>Contract Number</u>	<u>Grant Award</u>	<u>Grants Receipts</u>	<u>City's Matching</u>	<u>Total Grant Expenditures</u>
CoalgatePublic Works Authority					
Water Lines from Field to Tower FY 2011-2012	14542 CDBG 11	\$ 133,345	-	-	-
Water Lines from Field to Tower FY 2012-2013	DB REAP 11-002	248,765	132,750	47,251	132,750
City of Coalgate					
SODA REAP 12-045	REAP 12-045	4,064	4,064	4,087	4,064
Bunker Gear					
State of Oklahoma					
Department of Agriculture		4,484	4,484	-	4,484
Rural Fire					
State Dept of Emergency Management Generator	FEMA-1833-DR-OK	30,000	30,000	28,423	30,000
		<u>\$ 420,658</u>	<u>\$ 171,299</u>	<u>\$ 79,762</u>	<u>\$ 171,299</u>

The notes to the financial statements are an integral part of this statement.
See the accompanying independent auditors' report.